

B 25C (Official Form 25C) (12/08)

UNITED STATES BANKRUPTCY COURT

Southern District of Texas

In re KTP Builders, Inc.

Debtor

Case No. 15-34109

Small Business Case under Chapter 11

SMALL BUSINESS MONTHLY OPERATING REPORT

Month:

January, 2017

Date filed: _____

Line of Business: _____

NAISC Code: _____

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING SMALL BUSINESS MONTHLY OPERATING REPORT AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT AND COMPLETE.

RESPONSIBLE PARTY:

Original Signature of Responsible Party

Printed Name of Responsible Party

Questionnaire: (All questions to be answered on behalf of the debtor.)

- | | Yes | No |
|---|-------------------------------------|-------------------------------------|
| 1. IS THE BUSINESS STILL OPERATING? <u>Now in Chapter 7</u> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 2. HAVE YOU PAID ALL YOUR BILLS ON TIME THIS MONTH? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 3. DID YOU PAY YOUR EMPLOYEES ON TIME? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 4. HAVE YOU DEPOSITED ALL THE RECEIPTS FOR YOUR BUSINESS INTO THE DIP ACCOUNT THIS MONTH? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 5. HAVE YOU FILED ALL OF YOUR TAX RETURNS AND PAID ALL OF YOUR TAXES THIS MONTH? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 6. HAVE YOU TIMELY FILED ALL OTHER REQUIRED GOVERNMENT FILINGS? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 7. HAVE YOU PAID ALL OF YOUR INSURANCE PREMIUMS THIS MONTH? <u>None to pay</u> | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 8. DO YOU PLAN TO CONTINUE TO OPERATE THE BUSINESS NEXT MONTH? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 9. ARE YOU CURRENT ON YOUR QUARTERLY FEE PAYMENT TO THE U.S. TRUSTEE? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 10. HAVE YOU PAID ANYTHING TO YOUR ATTORNEY OR OTHER PROFESSIONALS THIS MONTH? | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 11. DID YOU HAVE ANY UNUSUAL OR SIGNIFICANT UNANTICIPATED EXPENSES THIS MONTH? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 12. HAS THE BUSINESS SOLD ANY GOODS OR PROVIDED SERVICES OR TRANSFERRED ANY ASSETS TO ANY BUSINESS RELATED TO THE DIP IN ANY WAY? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 13. DO YOU HAVE ANY BANK ACCOUNTS OPEN OTHER THAN THE DIP ACCOUNT? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |

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14. HAVE YOU SOLD ANY ASSETS OTHER THAN INVENTORY THIS MONTH?
15. DID ANY INSURANCE COMPANY CANCEL YOUR POLICY THIS MONTH?
16. HAVE YOU BORROWED MONEY FROM ANYONE THIS MONTH?
17. HAS ANYONE MADE AN INVESTMENT IN YOUR BUSINESS THIS MONTH?
18. HAVE YOU PAID ANY BILLS YOU OWED BEFORE YOU FILED BANKRUPTCY?

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TAXES

DO YOU HAVE ANY PAST DUE TAX RETURNS OR PAST DUE POST-PETITION TAX OBLIGATIONS?

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IF YES, PLEASE PROVIDE A WRITTEN EXPLANATION INCLUDING WHEN SUCH RETURNS WILL BE FILED, OR WHEN SUCH PAYMENTS WILL BE MADE AND THE SOURCE OF THE FUNDS FOR THE PAYMENT.

2015 + 2016 Federal Tax Returns

(Exhibit A)

INCOME

PLEASE SEPARATELY LIST ALL OF THE INCOME YOU RECEIVED FOR THE MONTH. THE LIST SHOULD INCLUDE ALL INCOME FROM CASH AND CREDIT TRANSACTIONS. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL INCOME \$ 30,000.⁰⁰

SUMMARY OF CASH ON HAND

Cash on Hand at Start of Month

\$ 2,858.42

Cash on Hand at End of Month

\$ 454.05

PLEASE PROVIDE THE TOTAL AMOUNT OF CASH CURRENTLY AVAILABLE TO YOU TOTAL

\$ 454.05

(Exhibit B)

EXPENSES

PLEASE SEPARATELY LIST ALL EXPENSES PAID BY CASH OR BY CHECK FROM YOUR BANK ACCOUNTS THIS MONTH. INCLUDE THE DATE PAID, WHO WAS PAID THE MONEY, THE PURPOSE AND THE AMOUNT. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL EXPENSES \$ 32,404.37

(Exhibit C)

CASH PROFIT

INCOME FOR THE MONTH (TOTAL FROM EXHIBIT E)

\$ 30,000.⁰⁰

EXPENSES FOR THE MONTH (TOTAL FROM EXHIBIT C)

\$ 32,404.37

(Subtract Line C from Line B)

CASH PROFIT FOR THE MONTH

\$ <2,404.37>

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UNPAID BILLS

Post-Bankruptcy

PLEASE ATTACH A LIST OF ALL DEBTS (INCLUDING TAXES) WHICH YOU HAVE INCURRED SINCE THE DATE YOU FILED BANKRUPTCY BUT HAVE NOT PAID. THE LIST MUST INCLUDE THE DATE THE DEBT WAS INCURRED, WHO IS OWED THE MONEY, THE PURPOSE OF THE DEBT AND WHEN THE DEBT IS DUE. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

TOTAL PAYABLES \$ 113,000.00

(Exhibit D)

MONEY OWED TO YOU

PLEASE ATTACH A LIST OF ALL AMOUNTS OWED TO YOU BY YOUR CUSTOMERS FOR WORK YOU HAVE DONE OR THE MERCHANDISE YOU HAVE SOLD. YOU SHOULD INCLUDE WHO OWES YOU MONEY, HOW MUCH IS OWED AND WHEN IS PAYMENT DUE. (THE U.S. TRUSTEE MAY WAIVE THIS REQUIREMENT.)

one settlement and three Liens

TOTAL RECEIVABLES \$ 276,750.00

(Exhibit E)

BANKING INFORMATION

PLEASE ATTACH A COPY OF YOUR LATEST BANK STATEMENT FOR EVERY ACCOUNT YOU HAVE AS OF THE DATE OF THIS FINANCIAL REPORT OR HAD DURING THE PERIOD COVERED BY THIS REPORT.

(Exhibit F)

EMPLOYEES

NUMBER OF EMPLOYEES WHEN THE CASE WAS FILED?

6

NUMBER OF EMPLOYEES AS OF THE DATE OF THIS MONTHLY REPORT?

0

PROFESSIONAL FEES

BANKRUPTCY RELATED:

PROFESSIONAL FEES RELATING TO THE BANKRUPTCY CASE PAID DURING THIS REPORTING PERIOD?

\$ 0

TOTAL PROFESSIONAL FEES RELATING TO THE BANKRUPTCY CASE PAID SINCE THE FILING OF THE CASE?

Michael Black

\$ 54,498.83

NON-BANKRUPTCY RELATED:

PROFESSIONAL FEES NOT RELATING TO THE BANKRUPTCY CASE PAID DURING THIS REPORTING PERIOD?

\$ 3,390.37

TOTAL PROFESSIONAL FEES NOT RELATING TO THE BANKRUPTCY CASE PAID SINCE THE FILING OF THE CASE?

Deborah Crain

\$ 166,252.47

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PROJECTIONS

COMPARE YOUR ACTUAL INCOME AND EXPENSES TO THE PROJECTIONS FOR THE FIRST 180 DAYS OF YOUR CASE PROVIDED AT THE INITIAL DEBTOR INTERVIEW.

	Projected	Actual	Difference
INCOME	\$ 30,000.00	\$ 30,000.00	\$ 0
EXPENSES	\$ 30,000.00	\$ 32,404.37	\$ <2,404.37>
CASH PROFIT	\$ 0.00	\$ <2,404.37>	\$ <2,404.37>

TOTAL PROJECTED INCOME FOR THE NEXT MONTH:	\$ 0
TOTAL PROJECTED EXPENSES FOR THE NEXT MONTH:	\$ 454.05
TOTAL PROJECTED CASH PROFIT FOR THE NEXT MONTH:	\$ <454.05>

ADDITIONAL INFORMATION

PLEASE ATTACH ALL FINANCIAL REPORTS INCLUDING AN INCOME STATEMENT AND BALANCE SHEET WHICH YOU PREPARE INTERNALLY.

KTP Builders Inc.
Income Statement
1/31/2017

Revenue

	\$ 30,000.00
	<u> </u>
Total Revenue	<u><u>\$ 30,000.00</u></u>

Expenses

Office Expenses/Contractors	\$ 29,014.00
Attorney Fees/Legal	<u>\$ 3,390.37</u>
Total Expense	<u><u>\$ 32,404.37</u></u>
Net Profit:	<u><u>\$ (2,404.37)</u></u>

KTP Builders Inc.

Exhibit D - Unpaid Bills KTP (New work)
1/31/2017

Payables:

Legal Fees (Estimated 2,500 + 2,500)	\$ 5,000.00
Employees (135,000)	\$ 108,000.00
Expenses	<u>\$ -</u>
Total Payables:	<u><u>\$ 113,000.00</u></u>

KTP Builders Inc.

Balance Sheet

1/31/2017

<u>Assets</u>	<u>12/31/2016</u>	<u>1/31/2017</u>	<u>Difference</u>
Bank Balance	\$ 2,808.42	\$ 454.05	\$ (2,354.37)
Long Term - Accounts Receivable (Pre Filing)	\$ 236,466.00	\$ 276,750.00	\$ 40,284.00
Accounts Receivable - Post Filing (Current Jobs)	<u>\$ 109,750.00</u>	<u>\$ -</u>	<u>\$ (109,750.00)</u>
	<u>\$ 349,024.42</u>	<u>\$ 277,204.05</u>	<u>\$ (71,820.37)</u>

<u>Liabilities</u>	<u>12/31/2016</u>	<u>1/31/2017</u>	<u>Difference</u>
Long Term - Accounts Payable Secured	\$ 11,695.80	\$ 11,695.80	\$ -
Long Term - Accounts Payable Unsecured Priority	\$37,427.00	\$37,427.00	\$ -
Long Term - Accounts Payable Unsecured Non - Priority	\$ 519,994.59	\$ 519,994.59	\$ -
Short Term - Loans (K/R Douds)	\$ -	\$ -	\$ -
Accounts Payable - Post Filing (Current Jobs)	\$ 140,000.00	\$ 113,000.00	\$ (27,000.00)
	<u>\$709,117.39</u>	<u>\$682,117.39</u>	<u>(\$27,000.00)</u>

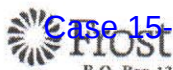
KTP Builders Inc.

Exhibit E - Monies owed KTP (New work)
1/31/2017

Receivables:

Legacy/Cosmopolitan - Realtex (Settlement)	\$ 40,000.00
Alta Construction - Liened	\$ 100,000.00
Summit DCK/ Pacific Properties (Liened/Sued Bond Company)	\$ 97,000.00
Bonita Creek - Liened	<u>\$ 39,750.00</u>

Total Receivable:	<u><u>\$ 276,750.00</u></u>
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P.O. Box 1315 Houston, Texas 77251 Member FDIC

2015 FDICMA P-001
713-388-7800 OR 1-800-513-7678STATEMENT ISSUED
01-31-2017

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KTP BUILDERS INC
DEBTOR IN POSSESSION CASE NO 15 34109
OPERATING ACCOUNT
10707 CORPORATE DR STE 118
STAFFORD TX 77477

0

Interested in accepting in-store, online or mobile credit
and debit card payments? Frost Merchant Services can help.
Contact Customer Service at (800)513-7678 to get started.

FROST BUSINESS CHECKING : ACCOUNT NO. 67 1253344					
BALANCE LAST STATEMENT	DEPOSITS		WITHDRAWALS		BALANCE THIS STATEMENT
	NO.	AMOUNT	NO.	AMOUNT	
2,851.42	1	26,609.63	5	29,007.00	454.05

Activity Items Processed

7

Cash Processed

\$0.00

DEPOSITS/CREDITS

DATE	TRANSACTION	AMOUNT	DATE	TRANSACTION	AMOUNT
01-04	TELLER DEPOSIT	26,609.63			

CHECKS PAID

DATE	CHECK	AMOUNT	DATE	CHECK	AMOUNT	DATE	CHECK	AMOUNT
01-06	1562 #	9,000.00	01-06	1564 #	4,500.00	01-10	1566 #	2,000.00
01-06	1563 #	9,000.00	01-09	1565 #	4,500.00			

RECEIVED ELECTRONICALLY AS AN IMAGE OF THE ORIGINAL CHECK

OTHER WITHDRAWALS/DEBITS

DATE	AMOUNT	TRANSACTION	DESCRIPTION
01-04	.00	INTERNET STMT COPY REQ	
01-31	7.00	SERVICE CHARGE/FEE	MONTHLY SERVICE CHARGE

DAILY BALANCE

DATE	BALANCE	DATE	BALANCE	DATE	BALANCE
12-30	2,851.42	01-06	6,961.05	01-10	461.05
01-04	29,461.05	01-09	2,461.05	01-31	454.05

Please examine your bank statement upon receipt and report any differences or irregularities as specified in the Depo
Agreement and Other Disclosures.



713-388-7800 OR 1-800-513-7678

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01/06/17 #1564 \$4,500.00

KTP BUILDERS INC.
DIRECTOR OF CONSTRUCTION AND SAFETY
10000 WOODBRIDGE BLVD
DALLAS TEXAS 75244

SECRET NAME
1566
SECRET
1-800-00-00
DALLAS
Two Thousand and 00/100
Cash, Check
40101 Houston Street
Memphis, TN, TN 37514

MEMO

#001564# 011000000000 01/06/17

00000749-002-002-TTFRST0200390055104-ETFR01_10Z-00-0-00003749



P.O. Box 1315 Houston, Texas 77251 Member FDIC

STATEMENT ISSUED
01-31-2017

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KTP BUILDERS INC
DEBTOR IN POSSESSION CASE NO 15 34109
TAX ACCOUNT
10707 CORPORATE DR STE 118
STAFFORD TX 77477

0

Interested in accepting in-store, online or mobile credit
and debit card payments? Frost Merchant Services can help.
Contact Customer Service at (800)513-7678 to get started.

FROST BUSINESS CHECKING : ACCOUNT NO. 67 1253271					
BALANCE LAST STATEMENT	DEPOSITS		WITHDRAWALS		BALANCE THIS STATEMENT
	NO.	AMOUNT	NO.	AMOUNT	
17.93	0	.00	0	7.00	10.93

Activity Items Processed

0

Cash Processed

\$0.00

		OTHER WITHDRAWALS/DEBITS	
DATE	AMOUNT	TRANSACTION	DESCRIPTION
01-04	.00	INTERNET STMT COPY REQ	
01-31	7.00	SERVICE CHARGE/FEE	MONTHLY SERVICE CHARGE

DAILY BALANCE			
DATE	BALANCE	DATE	BALANCE
12-30	17.93	01-04	17.93
		01-31	10.93

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Please examine your bank statement upon receipt and report any differences or irregularities as specified in the Depo Agreement and Other Disclosures.